

ORIGINAL

KENNEDY'S REVISED PROPOSED AMENDMENT NO. 3



TIME/DATE PREPARED: December 12, 2011

COMPANY: Arizona Public Service

AGENDA ITEM NO. 14

RECEIVED

DOCKET NO(S). E-01345A-11-0264

OPEN MEETING DATE: Dec. 13 & 14, 2011
2011 DEC 13 A 11:54

AZ CORP COMMISSION
DOCKET CONTROL

Page 31, line 25, INSERT New Finding of Fact"

"With the rapid reduction installed cost of photovoltaic systems over the past few years and the resulting reduction in APS up-front incentives, we are concerned that, at some incentive level, the distributed solar system customers will stop offering to sell their Renewable Energy Credits to the local utility in exchange for an incentive. If this were to occur, how would APS be able to meet its annual Distributed Renewable Energy REST requirement? We believe that APS should address this issue in its 2013 REST Plan. We direct APS to consider this dilemma and to suggest possible solutions in its 2013 REST Plan."

Page 35; line 8 INSERT New Ordering Paragraph:

IT IS FURTHER ORDERED that Arizona Public Service Company shall, in its 2013 REST Plan, consider the problem of future distributed customers unwilling to provide Renewable Energy Credits to Arizona Public Service Company and shall suggest possible solutions to this dilemma."

**** Make all conforming changes**

Arizona Corporation Commission

DOCKETED

DEC 13 2011

DOCKETED BY

THIS AMENDMENT:

_____ Passed _____ Passed as amended by _____

_____ Failed

_____ Not Offered

_____ Withdrawn